

House File 2082 - Introduced

HOUSE FILE 2082
BY COMMITTEE ON EDUCATION

(SUCCESSOR TO HSB 521)

A BILL FOR

1 An Act relating to the division of certain school taxes
2 collected in urban renewal areas containing wind energy
3 conversion property.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 403.19, subsection 2, paragraph a, Code
2 2022, is amended to read as follows:

3 a. That portion of the taxes each year in excess of such
4 amount shall be allocated to and when collected be paid into
5 a special fund of the municipality to pay the principal of
6 and interest on loans, moneys advanced to, or indebtedness,
7 whether funded, refunded, assumed, or otherwise, including
8 bonds issued under the authority of section 403.9, subsection
9 1, incurred by the municipality to finance or refinance, in
10 whole or in part, an urban renewal project within the area,
11 and to provide assistance for low and moderate income family
12 housing as provided in [section 403.22](#). However, except
13 as provided in paragraph "b", taxes for the regular and
14 voter-approved physical plant and equipment levy of a school
15 district imposed pursuant to [section 298.2](#) and taxes for the
16 instructional support program of a school district imposed
17 pursuant to [section 257.19](#), taxes for the payment of bonds
18 and interest of each taxing district, and taxes imposed under
19 section 346.27, subsection 22, related to joint county-city
20 buildings shall be collected against all taxable property
21 within the taxing district without limitation by the provisions
22 of [this subsection](#). Additionally, for property taxes due and
23 payable in fiscal years beginning on or after July 1, 2023,
24 if the portion of the urban renewal area that is subject to a
25 division of revenue under this section contains wind energy
26 conversion property that is subject to special valuation under
27 section 427B.26, foundation property taxes of a school district
28 imposed under section 257.3 shall be collected against all
29 taxable property within that portion of the urban renewal area
30 without limitation by the provisions of this subsection and
31 when collected be paid into the fund of the school district
32 into which all other property taxes are paid.

33 EXPLANATION

34 The inclusion of this explanation does not constitute agreement with
35 the explanation's substance by the members of the general assembly.

1 Code section 403.19 authorizes municipalities to provide
2 by ordinance for the division of property tax revenue (tax
3 increment financing) collected against property located within
4 an urban renewal area. This bill provides that for property
5 taxes due and payable in fiscal years beginning on or after
6 July 1, 2023, if the portion of the urban renewal area that
7 is subject to a division of property tax revenue contains
8 wind energy conversion property that is subject to special
9 valuation under Code section 427B.26, foundation property taxes
10 of a school district imposed under Code section 257.3 in that
11 portion of the urban renewal area shall not be subject to the
12 division of property tax revenue and shall instead be paid to
13 the school district.